NEW APPLICATION



BEFORE THE ARIZONA CORPORATIO.

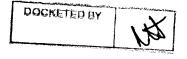
2	<u>COMMISSIONERS</u>	RECEIVED
3	DOUG LITTLE, Chairman BOB STUMP	2016 MAR -1 P 4: 45
4	BOB BURNS TOM FORESE	AZ CORP COMMISSION DOCKET CONTROL
5	ANDY TOBIN	DECKELCENTREL
6	IN THE MATTER OF THE APPLICATION) DOCKET NO. E-01049A-16-0072
7	OF MORENCI WATER AND ELECTRIC COMPANY – ELECTRIC DIVISION – FOR A) APPLICATION
8	REDUCTION IN THE RENEWABLE ENERGY STANDARD AND TARIFF SURCHARGE.)
9		
10		

Decision No. 75457 (February 11, 2016) granted a waiver of the Annual Renewable Energy Requirement for Morenci Water and Electric Company ("MWE" or the "Company") for the Renewable Energy Standard and Tariff ("REST") Plan years 2015 and 2016. Because of the waiver, the decision also reflects the budget reduction for MWE in both 2015 and 2016. In accordance with the requirement in the order that MWE seek to reduce the existing \$0.004 perkilowatt hour ("kWh") REST surcharge, the Company submits this Application to reduce the surcharge to \$0.000 per kWh, pending approval of either its proposed REST Plan for the years 2017 and 2018, or continued approval of a waiver of the Annual Renewable Energy Requirement going forward. A copy of the proposed revised tariff is attached to this Application.

RESPECTFULLY SUBMITTED this 1st day of March, 2016.

MORENCI WATER AND ELECTRIC COMPANY Arizona Corporation Commission DOCKETED By

MAR 0 1 2016



Jasoh D. Gellman

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Attorney for Morenci Water and Electric Company

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2	Original and thirteen copies of the foregoing filed this 1 st day of March, 2016, with:
. 3	Docket Control
4	ARIZONA CORPORATION COMMISSION 1200 West Washington Street
5	Phoenix, Arizona 85007
6	Copy of the foregoing hand-delivered this 1 st day of March, 2016, to:
7	
8	Dwight Nodes, Esq. Chief Administrative Law Judge Hearing Division
9	ARIZONA CORPORATION COMMISSION
10	1200 West Washington Street Phoenix, Arizona 85007
11	Janice Alward, Esq. Chief Counsel, Legal Division
12	ARIZONA CORPORATION COMMISSION
13	1200 West Washington Street Phoenix, Arizona 85007
14	Thomas M. Broderick Director, Utilities Division
15	ARIZONA CORPORATION COMMISSION
16	1200 West Washington Street Phoenix, Arizona 85007
17	
18	By faclifithoward

RENEWABLE ENERGY STANDARD AND TARIFF SURCHARGE

Applies to: The Morenci Water and Electric Company Service Area Greenlee and Graham County, Arizona

Arizona Corporation Commission ("Commission") Decision No. 75457 (February 11, 2016) granted a waiver to MWE from the Annual Renewable Energy Requirement for Renewable Energy Standard and Tariff ("REST") Plan years 2015 and 2016. In accordance with that waiver, MWE sought and received approval from the Commission to reduce the REST surcharge to \$0.000 per-kilowatt hour ("kWh") from its previous rate of \$0.004 per kWh. This reduction will apply to all retail electric service. MWE will evaluate – from time to time – its program funding requirements. This rate will remain in effect pending future action by MWE and the Commission. If necessary, MWE may seek to increase the REST surcharge if it becomes apparent that more funding is needed for MWE to meet the standards contained within the REST Rules in future years. The Commission must approve any increases to the REST surcharge. Any change to the REST surcharge amounts will be applied in billing cycle beginning in the month following Commission approval and will not be prorated.

The REST surcharge will be shown as a separate item on customer bills. The REST surcharge was established in accordance with the REST Rules, A.A.C. R14-2-1801 through R14-2-1816, which was approved by the Commission in Decision No. 69127 (November 14, 2006).

Effective: [DATE]

ISSUED BY:
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